

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Auditor - Controller	(2) MEETING DATE 6/19/2012	(3) CONTACT/PHONE Teresa Andrews-Hurliman 781-5038	
(4) SUBJECT Submittal of a resolution accepting the 2012-2013 Appropriation Limitation calculation for San Luis Obispo County.			
(5) RECOMMENDED ACTION That your Board approve the attached resolution accepting the calculations of the appropriation limitation for the County of San Luis Obispo and Special Districts governed by your Board for fiscal year 2012-2013.			
(6) FUNDING SOURCE(S) N/A	(7) CURRENT YEAR FINANCIAL IMPACT \$0.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. _____) <input type="checkbox"/> Board Business (Time Est. _____)			
(11) EXECUTED DOCUMENTS <input checked="" type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A		(12) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: <input type="checkbox"/> 4/5th's Vote Required <input checked="" type="checkbox"/> N/A	
(13) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(14) W-9 <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes	
(15) LOCATION MAP N/A	(16) BUSINESS IMPACT STATEMENT? No	(17) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date 6/21/2011	
(18) ADMINISTRATIVE OFFICE REVIEW <i>Nikki J. Schmidt</i>			
(19) SUPERVISOR DISTRICT(S) All Districts -			

County of San Luis Obispo



TO: Board of Supervisors

FROM: Teresa Andrews-Hurliman, Auditor – Controller's Office

DATE: 6/19/2012

SUBJECT: Submittal of a resolution accepting the 2012-2013 Appropriation Limitation calculations for San Luis Obispo County.

RECOMMENDATION

That your Board approve the attached resolution accepting the calculations of the appropriation limitations for the County of San Luis Obispo and Special Districts governed by your Board for fiscal year 2012-2013.

DISCUSSION

On November 6, 1979, the California Electorate approved Proposition 4, also known as the Gann Amendment. At that time, Proposition 4 then became Article XIII-B of the California Constitution. On June of 1990 the voters passed Proposition 111, which updates the States' appropriation limit to allow for new funding for priority State programs, while still providing an overall limit on State and local spending. The Prop. 111 amendment allowed for an alternative index and additional appropriation exemptions.

After reviewing the Administrator's Proposed Budget including estimated revenues (both proceeds and non-proceeds of taxes) and associated costs by functional grouping, the Auditor-Controller has determined that the 2012-2013 Proposed Budget is within the "appropriation limit".

The "Appropriation Limit" established by Article XIII-B of the State Constitution, effective July 1, 1980, and amended by Proposition 111 as of June 1990 has been calculated by the Auditor-Controller's Office for the 2012-2013 fiscal year. The calculation was performed pursuant to the "Article XIII-B Appropriation Procedure Guidelines for California Counties" written by the Accounting Standards and Procedures Committee, November 1990. The County is well within its appropriation limit using the Per Capital Personal Income and Population Change indexes. The current "cushion" between the 2012-2013 proposed proceeds of taxes and the calculated 2012-2013 limitation is \$310.9 million.

Periodic review of actual revenues and expenditures will be made during the year in order to insure that the County remains in compliance with Article XIII-B.

OTHER AGENCY INVOLVEMENT/IMPACT

Special District limitations were prepared by the Department of Public Works.

FINANCIAL CONSIDERATIONS

None.

RESULTS

To demonstrate compliance with Article XIII-B of the State Constitution, which established limits on the appropriation of proceeds of taxes.

ATTACHMENTS

1. County Appropriation Limitation Document FY 2012-13
2. Board Governed Special Districts Appropriation Limitation Document FY 2012-13
3. Resolution Accepting the 2012-2013 Appropriation Limitation Calculations